THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL No. 627 Session of 2015

INTRODUCED BY WOZNIAK, FONTANA, BREWSTER, MENSCH, YUDICHAK, COSTA AND BOSCOLA, MARCH 13, 2015

REFERRED TO FINANCE, MARCH 13, 2015

AN ACT

1 2 3	Establishing the Real Rainy Day Fund; and providing for the deposit of a portion of the liquor tax into the fund and for use of fund.
4	The General Assembly of the Commonwealth of Pennsylvania
5	hereby enacts as follows:
6	Section 1. Short title.
7	This act shall be known and may be cited as the Real Rainy
8	Day Fund Act.
9	Section 2. Definitions.
10	The following words and phrases when used in this act shall
11	have the meanings given to them in this section unless the
12	context clearly indicates otherwise:
13	"Disaster emergency." As defined in 35 Pa.C.S. § 7102
14	(relating to definitions).
15	"Fund." The Real Rainy Day Fund established in section 3.
16	"Liquor tax." The tax imposed in accordance with the act of
17	June 9, 1936 (1st Sp.Sess., P.L.13, No.4), entitled "An act
18	imposing an emergency State tax on liquor, as herein defined,

sold by the Pennsylvania Liquor Control Board; providing for the
 collection and payment of such tax; and imposing duties upon the
 Department of Revenue and the Pennsylvania Liquor Control
 Board."

5 "Liquor tax rate." The rate of tax imposed under section 2 6 of the act of June 9, 1936 (1st Sp.Sess., P.L.13, No.4), 7 entitled "An act imposing an emergency State tax on liquor, as 8 herein defined, sold by the Pennsylvania Liquor Control Board; 9 providing for the collection and payment of such tax; and 10 imposing duties upon the Department of Revenue and the 11 Pennsylvania Liquor Control Board."

12 Section 3. Real Rainy Day Fund.

13 The Real Rainy Day Fund is established as a special fund in 14 the State Treasury. The money of the fund is appropriated on a 15 continuing basis to carry out the provisions of this act.

16 Section 4. Deposit of liquor tax.

17 Notwithstanding section 2 of the act of June 9, 1936 (1st 18 Sp.Sess., P.L.13, No.4), entitled "An act imposing an emergency 19 State tax on liquor, as herein defined, sold by the Pennsylvania 20 Liquor Control Board; providing for the collection and payment of such tax; and imposing duties upon the Department of Revenue 21 and the Pennsylvania Liquor Control Board," all revenues 22 23 received by the Commonwealth under the imposition of the liquor 24 tax shall be deposited by the Department of Revenue as follows:

(1) The revenues derived from the first 20% of theliquor tax rate shall be deposited in the fund.

27 (2) The remainder shall be deposited in the General28 Fund.

29 Section 5. Use of fund.

30 (a) Annual report.--The Governor shall report on the fund in 20150SB0627PN0623 - 2 - the annual budget, which shall include the amounts allocated
 under this section.

3 (b) Allocations.--

4 (1) The first \$250,000,000 deposited in the fund during
5 a fiscal year may be used by the Governor for providing
6 disaster relief grants or loans to the citizens of this
7 Commonwealth who sustained property damage as a result of a
8 disaster emergency for which the Governor issued an executive
9 order or declaration under 35 Pa.C.S. § 7301 (relating to
10 general authority of Governor).

11 (2) Any money deposited in the fund or interest that 12 accrues in the fund during a fiscal year in excess of the 13 first \$250,000,000 deposited in the fund may be used by the 14 Governor to repair roads and bridges that failed their most 15 recent inspection by the Department of Transportation of the 16 Commonwealth.

17 (3) Notwithstanding the provisions of paragraphs (1) and
18 (2) and subject to subsection (c), the money of the fund may
19 be used for such other purposes as provided by law.

20 (c) Appropriations for other purposes.--

Whenever the Governor determines that an 21 (1)22 appropriation from the fund is necessary to meet emergencies 23 involving the health, safety or welfare of the residents of 24 this Commonwealth or to counterbalance downturns of the 25 economy which result in significant unanticipated revenue 26 shortfalls, the Governor shall present a request for an 27 appropriation along with the specifics of the proposal and 28 suggested ancillary and substantive legislation as may be 29 necessary to the chairman of the Appropriations Committee of 30 the Senate and the chairman of the Appropriations Committee

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1 of the House of Representatives.

(2) The General Assembly may then through approval of a
separate appropriation bill by a vote of two-thirds of the
members elected to the Senate and the House of
Representatives appropriate money from the fund to meet the
needs identified in the Governor's proposal.

7 (3) Any money appropriated according to this subsection
8 that has then lapsed shall be returned to the fund, subject
9 to the provisions of subsection (d).

10 (d) Transfer to General Fund.--Any balance in the fund that 11 remains unallocated after the application of subsection (b) 12 shall be transferred to the General Fund on or before June 30 of 13 each fiscal year.

14 Section 6. Repeals.

All acts and parts of acts are repealed insofar as they are inconsistent with this act.

17 Section 7. Applicability.

18 This act shall apply to the fiscal year beginning after the 19 effective date of this section and to each fiscal year

20 thereafter.

21 Section 8. Effective date.

22 This act shall take effect immediately.

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